STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291

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ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| I. | Gener | ral Information | |
|-----|---|---|--|
| | l. | Report Time Period: From (mo./yr.) 01/2004 To (mo./yr.) 12/2004 | |
| | 2. | DOGM File Number (Mine No): S /270/090 | |
| | 3. | Mine Name: ROCANVILLE ZWING | |
| | 4. | Mineral(s) Mined (or permitted to mine): SHALE & SLATE | |
| | 5. | Type of mine | |
| | 6. | Legal Description (Location of Lands Affected): | |
| | | E/2 W1/2, NW 1/4, SW 1/4, Section 34, Township 17S, Range 13W | |
| | | W/2 El/2, NE 1/4, NW 1/4, Section 34, Township 175, Range 13W | |
| | | 1/4,1/4,1/4, Section, Township, Range | |
| 7. | Name of Operator or Company:ROCANVILLE/WING | | |
| | 8. | Permanent Street Address: 8235 DOUGLAS AVE. STE 1201 | |
| | | City, State, Zip: DALLAS, TEXAS 75225 | |
| | | Phone: 214-691-9436 Fax: 214-691-9419 | |
| | 9. | Company Representative (or designated operator): | |
| | | Name: MERT HAMILTON | |
| | | Title: AGENT | |
| | | Business Address: PO BOX 35 | |
| | | City, State, Zip: DELTA, UTAH 84624 | |
| | | Phone: 435-864-5242 Fax: 435-864-9023 | |
| | | Please check if any of the above information has changed since previous year. | |
| II. | Mining | g and Reclamation | |
| | 1. | Was there any mine related activity during the past year? Yes □ No ☒ | |
| | 2. | If no - what was the last year of activity? NONE | |
| | 3. | If yes - how much ore or mineral was mined? NONE | |
| | | JUN 0 9 2005 | |

| 4. | Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year. |
|----------------|---|
| | NONE |
| 5. | How much additional acreage was disturbed during the past year?NONE |
| 6. | How much acreage was reclaimed during the past year? |
| 7. | Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. |
| | NONE |
| 8. | What is the total disturbed acreage of entire project at years end? NONE 2.76 ACRE |
| 9. | Briefly summarize any mining and/or reclamation plans for the upcoming year. |
| | EXTRACT & PROCESS APPROX. 5,000 TONS OF SHALE & SLATE |
| NOTE: | Section III., "Additional Information" applies only to large mining operations. |
| III. Additiona | l Information - R647-4-121.2 and .3 |
| 1. | The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105. |
| 2. | The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request. |
| IV. Signatur | e Requirement |
| I her | eby certify that the foregoing is true and correct. |
| | Name (Typed or Print): MERT HAMILTON |
| | Title of Operator: AGENT |
| | Signature of Operator: |
| | Date: |
| jb | AD |

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